



CIRCULAR

STATE OF NEW JERSEY

DEPARTMENT OF THE TREASURY

NO.: 06-09-OMB	ORIGINATING AGENCY: OFFICE OF MANAGEMENT AND BUDGET	PAGE 1 OF 1
EFFECTIVE DATE: 01/01/06	EXPIRATION DATE: 12/31/06	SUPERSEDES: 05-13-OMB
SUBJECT: EMPLOYER'S SHARE OF FICA TAXES CHARGED TO FEDERAL AND NON-STATE FUNDED PROGRAMS - CALENDAR YEAR 2006		
ATTENTION: AGENCY FISCAL AND PERSONNEL OFFICERS		
FOR INFORMATION CONTACT: WILLIAM G. SHANNON		PHONE: (609) 292-7008

The FICA billing rates for calendar year 2006, are 6.2 percent of the first \$94,200 of gross wages for the Social Security portion and 1.45 percent of gross wages for the Medicare portion (no ceiling). Agencies shall use these rates for estimating and computing actual charges for employer's share of FICA costs related to Federal and Non-State funded programs. These rates are applicable beginning January 1, 2006, and rates previously established are no longer in effect.

Fringe benefit billings generated by the Office of Management and Budget at the end of the first quarter of calendar year 2006 will reflect the new rate for the FICA portion of fringe benefits.

Charlene M. Holzbaur
Director